Pub Works (1938) Department.

Ms SERIES.

G.O. No. 179 a

DATED 18th August 1938

[Despatch Abstract.]

Electricity - Mangalore Electric Licence - Accounts for 1936-37 - Recorded with remarks

ELECTRICITY DEPARTMENT.

Registered F

Subject.

ASST. SECRETARY TO GOVT. PUBLIC WORKS DEPTT. 14 JUN 1938 2026

Mangalore Electric Licence - Accounts for 1936-37.

ENCLOSURES.
No. Accounts with Director's report and copies of letters.
Spare copies

No. 15491/37-G-4.

Station Chepauk, Madras. *Dated the* 8th June 1938.

From (Name) E.J.B.Greenwood, Esq., M.Sc., M.I.E.E., M.I.E. (Ind.),
(Designation) Electrical Inspector to Government.

To The Secretary to the Government of Madras,
PUBLIC WORKS Department.

Sir

(F)

I forward herewith a copy of the accounts of th Mangalore Electric Supply Co., Ltd. for the year 1936-37 together with the Auditor's report thereon and also a copy c Report by the Directors. The accounts have been examined a the following comments are called for:-

Col. II onpo vn (F)

2 The accounts relate to the 4th year of working The total number of consumers was 998 against 741 in the previous year. The overall cost per unit gener was 3.02 annas as against 3.25 annas. Owing to the heavy

represent supply under 'special contract'; the licensees may therefore be asked to show in future accounts these particular s er item 'consumers by meter for lighting purposes' and to show in statement IX only such energy as is sold on terms other than those in the tariff booklet.

(3) The accounting of the transanctions relating to the house service connections is not in consonance with the ~~standard~~ authorised procedure. The licensees may be asked to follow the procedure prescribed in G.O.No.2732-W dated 13.12.1934.

5 Statement No.VIII-General Balance Sheet. The licensees may be asked to wipe off in 3 years the two ~~fixed~~ fictitious assets viz., (i) Development charges Rs.6304-5-9 and (ii) Expenditure on debenture issue Rs.6648-0-8.

6 Statement IX. The percentage of units unaccounted for works out to 19.5 which is high for an undertaking of this size. This points out to the need for a comprehensive programme of meter testing and other effective steps to reduce this to a figure not exceeding 15%.

7 General. The General Establishment and Management expenses are 42% of the total revenue receipt. This is very high. The licensees may be asked to reduce this high figure considerably. This was also brought to notice in my letter No.15489/37-G-4 dated 10th May 1938.

T.B.Greenwood

13.6.38.

Electrical Inspector to Government.

GNA:RS.

5

TELEGRAPHIC ADDRESS:- "VELOX" CALCUTTA.
TELEPHONE No. 750 (2 LINES).
BENTLEY'S CODE

LOVELOCK & LEWES.
CHARTERED ACCOUNTANTS.

Lyons Range,
Calcutta.

8th October, 1937.

The Secretary to the Government of Madras,
Public Works & Labour Department,
M A D R A S.

Dear Sir:

We have examined the Statement of Share Capital Appropriation and Forms numbered II, III, IV, V, VI, VII and VIII, which relate to the accounts of the Mangalore Electric Supply Co. Ltd., with the books and vouchers for the year ended 31st March, 1937.

SERVICE CONNECTIONS:

As the information necessary to comply with G.O. No.2732w dated 13th December, 1934, is not available, adjustments calculated as shown below have been made in the published accounts in order to draw up the Statements to meet the requirements of the Government Order as near as is possible

Service Connection Receipts for the year ended 31st March, 1937 (credited to Revenue Account for the year ended 31st March, 1937)	Rs.5,240.11.8

On the assumption that consumers have been charged at cost plus the maximum of 15% for supervision, the cost to the Company of the Service Connections paid for by consumers for the year ended 31st March, 1937, would be Rs.5,240.11.8 x $\frac{100}{115}$ = Rs.4,557.2.6.

The amounts shown by the published accounts as Service Connections (Capital) have, therefore, been reduced as at 31st March, 1937, by Rs.4,557.2.6 by debit to Net Revenue Account.

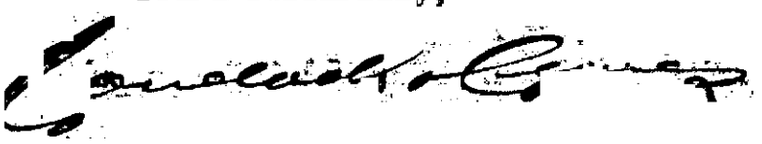
It is to be noted that the amount of depreciation written off Service Connections has not been reduced to correspond with the reduction in the Capital Account.

For your information we enclose a copy of the published

accounts of the Mangalore Electric Supply Co., Ltd. for the year ended 31st March, 1937.

Subject to the above remarks, we find that the accounts have been properly maintained in the Forms referred to in Rule 36(3) of the Indian Electricity Rules of 1937, and we are satisfied that only those items which properly belong to the Capital Account have been debited thereto, and nothing has been charged to the Revenue Account which may properly be debited to Capital Account.

Yours faithfully,



The

Mangalore Electric Supply Company,

LIMITED.

Registered 28th October, 1930.

REPORT

BY THE

DIRECTORS

For the year ended 31st March, 1937.

The

Mangalore Electric Supply Company,

LIMITED.

Registered 28th October. 1930

REPORT

BY THE

DIRECTORS

For the year ended 31st March, 1937.

Calcutta

1937

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The Mangalore Electric Supply Company LIMITED.

AUTHORISED CAPITAL

Rs. 10,00,000 in 100,000 Shares of Rs. 10 each.

Board of Directors:

M. VENKATESH PAI.
E. J. WARREN.
H. P. SUTCLIFFE.
C. C. T. EASTGATE.
J. McFARLANE.

Auditors:

LOVELOCK & LEWES

Bankers:

IMPERIAL BANK OF INDIA.

Solicitors:

SANDERSONS & MORGANS.

Managing Agents:

OCTAVIUS STEEL & CO., LTD.

Registered Office:

CALCUTTA.

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The Mangalore Electric Supply Company,

LIMITED.

NOTICE.

THE Sixth Annual Ordinary General Meeting of the Shareholders will be held at the Registered Office of the Company, No. 14, Old Court House Street, Calcutta, on Tuesday, the 21st day of September, 1937, at 4 P.M., for the following purposes :—

(1) To receive and pass the Directors' Report and the audited Accounts for the year ended 31st March, 1937.

(2) To elect a Director in place of the retiring Director.

(3) To elect Auditors for the ensuing year, and to fix their remuneration.

(4) To transact any other business that may be brought forward.

The Share Transfer Books of the Company will be closed from 8th September, 1937, to 21st September, 1937, both days inclusive.

OCTAVIUS STEEL & CO., LTD.,
C. K. NICHOLL,
Director,
Managing Agents.

CALCUTTA, 21st August, 1937.

The Mangalore Electric Supply Company, LIMITED.

REPORT BY THE DIRECTORS

For the year ended 31st March, 1937.

THE Directors beg to submit their Report and the audited Accounts for the year ended 31st March, 1937

Accounts.—The Revenue Account shows a deficit of	Rs.	11,380	12 11
to which there is to be added			
Debenture Interest ...	,,	13,750	0 0
Debenture Trustees' Fees	,,	450	0 0
Adjustment of Street Lighting energy charges	,,	3,535	11 7
Giving a loss for the year of	Rs.	29,116	8 6

which increases the balance to be carried forward at debit of Profit and Loss Account to Rs. 1,50,606-14-3.

Progress.—Whilst the supply of current for domestic consumption showed a small but steady increase month by month throughout the year there were considerable fluctuations in the demand for industrial purposes—these fluctuations in the main being attributable to difficulties in the tile trade. A movement is on foot for the formation of a co-operative marketing association amongst the proprietors of the local tile factories—which factories are responsible for more than half of the industrial load connected to the Company's mains—and if the scheme materialises the outlook for this industry would appear to be brighter and the Company should benefit accordingly.

Negotiations are now in progress for the conversion to electric drive of the plant of an Engineering Works and if these are successful an increase in the connected load of approximately 20/25 K.W. will result.

During the year under review a special tariff for bazaar lighting was introduced, which is considered successful. 111 consumers of this type were connected to the mains as at 31st March, 1937, this figure having increased to 217 at the date of this report.

The more important Government Offices have been connected to the mains.

The following table shows the number of consumers connected and the connected load as at 31st March, 1937, and at 31st March, 1936.

	Number of Consumers		Connected load in K.W.	
	At 31-3-37.	At 31-3-36.	At 31-3-37.	At 31-3-36.
Domestic ...	813	677	611	521
Industrial ...	74	60	756	696
Bazaar ...	111	...	5	...
Street Lighting ...	...	...	28	23
	998	737	1,400	1,240

The supply of electricity has been satisfactorily maintained and the following figures show the number of units sold each month during the past three years :—

Units Sold.

	1934-35.	1935-36.	1936-37.
April	12,621	40,375	43,659
May	15,476	41,573	45,932
June	12,461	34,488	35,960
July	14,094	31,599	36,190
August	17,497	26,174	43,832
September	22,157	33,619	44,355
October	30,979	40,995	50,891
November	38,278	45,405	60,646
December	41,260	50,409	57,428
January	49,328	54,199	61,494
February	43,386	61,654	57,375
March	34,209	56,671	53,810
	331,746	517,161	591,572

Local Management.—Mr. A. V. Ramasawmi continues in charge of the Company's undertaking.

Directorate.—On their return to Calcutta in November and December last year respectively Mr. H. P. Sutcliffe and Mr. C. C. T. Eastgate resumed their seats on the Board. Mr. A. G. Hawkins resigned his seat on the Board in November, 1936, and Mr. E. B. C. Preston's appointment then terminated. Mr. E. J. Warren was appointed to the Board in place of Mr. Hawkins.

Mr. T. H. L. Brown relinquished his seat on the Board when he proceeded on leave in April of this year and Mr. J. McFarlane was appointed in his place.

In accordance with the Articles of Association Mr. C. C. T. Eastgate retires at this time but, being eligible, offers himself for re-election.

Auditors.—Messrs. Lovelock & Lewes retire and offer themselves for re-election.

M. VENKATESH PAI,
E. J. WARREN,
H. P. SUTCLIFFE,
C. C. T. EASTGATE,
J. McFARLANE,
} Directors.

OCTAVIUS STEEL & CO., LTD.
C. K. NICHOLL,
Director,
Managing Agents.

CALCUTTA, 21st August, 1937.

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STATEMENT OF ACCOUNTS

The Mangalore Electric Supply

BALANCE SHEET

CAPITAL AND LIABILITIES.	Rs. As. P.	Rs. As. P.
CAPITAL—		
Authorised—		
100,000 Shares of Rs. 10 each	10,00,000 0 0	
Issued—		
70,000 Shares of Rs. 10 each	7,00,000 0 0	
Subscribed—		
56,000 Shares of Rs. 10 each fully paid in cash	.....	5,60,000 0 0
FORFEITED SHARES (amount paid up)	.....	75 0 0
5% MORTGAGE DEBENTURES—		
Secured on the undertaking of the Company ...	.....	2,75,000 0 0
LOANS—		
Unsecured—		
Loan from Imperial Bank of India, Calcutta (Guaranteed by the Managing Agents) ...	19,075 4 10	
Advances by the Managing Agents	68,000 0 0	87,075 4 10
DEPOSITS—		
Consumers' Security Deposits	19,473 3 1	
Interest on Security Deposits	823 8 0	20,296 11 1
LIABILITIES—		
For Goods	5,215 7 1	
,, Expenses	21,829 11 8	
,, Other Finance	411 5 0	27,456 7 9
Carried over ...	.....	9,69,903 7 8

Company, Limited.

as at 31st March, 1937.

PROPERTY AND ASSETS.	Rs. As. P.	Rs. As. P.
CAPITAL EXPENDITURE—		
As per attached Schedule—		
Expenditure to 31st March, 1936	6,97,174 1 10	
Add—Expenditure during the year ...	30,026 9 6	
	7,27,200 11 4	
Less—Sales during the year	750 0 0	
	7,26,450 11 4	
Less—Depreciation to 31st March, 1937 ...	73,565 2 5	6,52,885 8 11
HOUSE SERVICES—		
Expenditure to 31st March, 1936 ...	32,984 5 1	
Add—Expenditure during the year	7,045 7 11	
	40,029 13 0	
Less—Depreciation to 31st March, 193 ...	3,625 14 6	36,403 14 6
LOOSE AND FIXED TOOLS—		
Expenditure to 31st March, 1936	12,559 0 5	
Add—Expenditure during the year	222 0 10	
	12,781 9 3	
Less—Depreciation to 31st March, 1937 ...	4,323 6 6	8,458 2 9
MOTOR [illegible] VEHICLES—		
Expenditure to 31st March, 1936	5,602 7 0	
Add—Expenditure during the year	50 0 0	
	5,652 7 0	
Less—Depreciation to 31st March, 1937 ...	3,146 3 6	2,506 3 6
EXPENDITURE DURING CONSTRUCTION	.....	47,400 12 2
BROKERAGE AND COMMISSION	.....	1,847 8 0
Carried over ...	.....	7,49,502 1 10

The Mangalore Electric Supply

BALANCE SHEET

CAPITAL AND LIABILITIES—contd.	Rs.	As. P.	Rs.	As. P.
Brought forward ...	.....		9,69,903	7 8

Company, Limited.

as at 31st March, 1937.

PROPERTY AND ASSETS—contd.	Rs. As. P.	Rs. As. P.
Brought forward ...	.....	7,49,502 1 10
PRELIMINARY EXPENSES	.....	6,337 7 10
EXPENSES OF DEBENTURE ISSUE ...	.....	6,648 0 8
DEVELOPMENT ACCOUNT	.....	6,304 5 9
STORES—		
Oil Fuel	3,833 15 8	
Machinery Spares	11,484 15 4	
General Stores	15,107 8 3	
		30,426 7 3
BOOK DEBTS (considered good)—		
Partly secured by Security Deposits—		
Ordinary Consumers	9,935 6 9	
Unsecured—		
Mangalore Municipality	955 5 0	
Sundries	990 2 10	
		11,880 14 7
ADVANCE PAYMENTS ...	....	596 8 2
INVESTMENTS AT COST—		
5 Reserve Bank of India Shares of Rs. 100 each fully paid		500 0 0
CASH BALANCES—		
On Current Account with the Imperial Bank of India, Mangalore	4,221 12 7	
Cash on hand at Mangalore	2,878 14 9	
		7,100 11 4
PROFIT AND LOSS ACCOUNT	.....	1,50,606 14 3
TOTAL Rs. ...	.....	9,69,903 7 8

OCTAVIUS STEEL & CO., LTD.,
C. K. NICHOLL,
Director,
Managing Agents

M. VENKATESH PAI,
E. J. WARREN,
H. P. SUTCLIFFE,
C. C. T. EASTGATE,
J. McFARLANE,
} Directors.

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The Mangalore Electric Supply

Dr. REVENUE ACCOUNT

	Rs. As. P.	Rs. As. P
GENERATION.		
To Oil Fuel	20,316 5 7	
,, Lubricating Oil, Waste, Water and Engineering Stores	5,980 9 11	
,, Proportion of Salaries of Engineers and Officials	9,642 12 0	
,, Wages	3,249 15 4	
		39,189 10 10
,, Repairs and Maintenance—		
Buildings	225 3 11	
Plant	3,561 13 9	
		3,787 1 8
DISTRIBUTION.		
To Proportion of Salaries of Engineers and Officials	1,608 2 4	
,, Wages	2,905 5 4	
		4,513 7 8
,, Repairs and Maintenance—		
Mains	1,756 3 10	
Station Lighting	118 2 8	
Meters, Switches, etc.	1,207 9 5	
House Services	827 5 0	
Instruments and Tools	335 11 5	
Transformers	481 2 2	
		4,726 2 6
PUBLIC LAMPS.		
To Attendance and Repairs	1,473 4 8	
,, Renewals	1,112 4 3	
		2,585 8 11
CHARGES.		
To Rent and Taxes	.....	2,830 4 10
,, Management Expenses—		
Directors' Remuneration	1,920 0 0	
Managing Agents' Allowance	9,000 0 0	
Share of Managing Agents' Technical Staff Salaries	5,444 4 7	
Engineers' and Clerical Department Salaries	8,222 9 9	
Stationery and Printing	1,153 5 3	
Travelling Expenses	516 7 6	
Auditors' Remuneration	300 0 0	
General Charges	2,244 4 0	
		28,800 15 1
Carried over ...	.....	86,433 3 6

Company, Limited.

for the year ended 31st March, 1937. **Cr.**

	Rs. As. P.	Rs. As. P.
By Sale of Energy–		
Private Consumers for Lights and Fans ...	64,007 7 5	
Private Consumers for Power Purposes ...	30,883 10 8	
Public Lighting	11,742 7 10	1,06,633 9 11
,, Rental of Meters	.....	6,245 8 0
,, Rental of House Services	1,097 0 0	
,, Sundry Sales and Contracts	1,423 6 4	
,, House Services	5,240 11 8	
,, Miscellaneous Receipts	854 10 11	
,, Dividend on Investment	15 0 0	8,630 12 11
Carried over ...		1,21,509 14 10

The Mangalore Electric Supply

Dr. REVENUE ACCOUNT

	Rs. As. P.	Rs. As. P.
Brought forward ...	.....	86,433 3 6
To Special Charges—		
Insurance	2,868 2 6	
Motor Car Maintenance	840 8 0	
Resident Engineer's Commission ...	645 0 0	
Passage and Furlough Allowance for late Resident Engineer	1,250 0 0	
Legal Expenses	56 2 0	
		5,659 12 6
,, Interest	4,791 13 0	
,, Interest on Security Deposits	823 8 0	
		5,615 5 0
,, Provident Fund—		
Contributions for the year to O. S. & Co., Ltd., E. S. & E. D. Provident Fund ...	.....	1,260 0 0
,, Depreciation—		
Buildings	3,937 11 11	
Machinery	17,324 1 0	
Mains	5,321 5 11	
House Services	1,649 3 5	
Public Lamps	212 1 8	
Meters, Indicators and Measuring Instruments	2,198 3 1	
Loose Tools and Fixed Tools	1,559 7 0	
Furniture and Fittings	331 12 6	
Motor Car and Cycles	1,094 0 6	
Spare Plant	294 7 9	
		33,922 6 9
Total Rs. ...	.....	1,32,890 11 9

Calcutta, 7th August, 1937.

Company, Limited.

for the year ended 31st March, 1937. **Cr.**

	Rs. As. P.	Rs. As. P.
Brought forward ...	.....	1,21,509 14 10
BALANCE BEING LOSS FOR THE YEAR TRANSFERRED TO PROFIT AND LOSS ACCOUNT	.....	11,380 12 11
TOTAL Rs.		1,32,890 11 9

OCTAVIUS STEEL & CO., LTD.,
C. K. NICHOLL,
Director,
Managing Agents.

M. VENKATESH PAI,
E. J. WARREN,
H. P. SUTCLIFFE,
C. C. T. EASTGATE,
J. McFARLANE,
} Directors.

The Mangalore Electric Supply

Dr. PROFIT & LOSS ACCOUNT

	Rs. As. P.	Rs. As. P.
To Balance brought forward from last Account	.....	1,21,490 5 9
,, Balance transferred from Revenue Account ...	.....	11,380 12 11
,, Debenture Interest	.....	13,750 0 0
,, Debenture Trustees' Fees	.....	450 0 0
,, Sale of Energy—Public Lighting Adjustment	.....	3,535 11 7
Total Rs. ...	.....	1,50,606 14 3

Auditors' Report to the Shareholders.

We beg to report that we have audited the foregoing Balance Sheet of The Mangalore Electric Supply Company, Limited, as at 31st March, 1937, and Revenue and Profit and Loss Account for the year ended 31st March, 1937, in which have been incorporated the certified returns from Mangalore. We have obtained all the information and explanations we have required and in our opinion such Balance Sheet and Revenue and Profit and Loss Account are drawn up in conformity with the law and the Balance Sheet exhibits a true and correct view of the state of the affairs of the Company according to the best of our information and the explanations given to us and as shown by the books of the Company. In our opinion books of Account have been kept by the Company as required by law.

LOVELOCK & LEWES,
Chartered Accountants,
Registered Accountants,
} Auditors.

Calcutta, 7th August, 1937.

Company, Limited.

for the year ended 31st March, 1937.

	Rs. As. P.	Rs. As. P.
By Balance transferred to Balance Sheet	.....	1,50,606 14 3
Total Rs.		1,50,606 14 3

OCTAVIUS STEEL & CO., LTD.,
C. K. NICHOLL,
Director,
Managing Agents.

M. VENKATESH PAI,
E. J. WARREN,
H. P. SUTCLIFFE,
C. C. T. EASTGATE,
J. McFARLANE,
} Directors.

The Mangalore Electric Supply Company, Limited.

SCHEDULE OF CAPITAL EXPENDITURE.

	Expenditure to 31st March, 1936.	Expenditure during the year ended 31st March, 1937.	Sales during the year.	Depreciation to 31st March, 1937.	Nett Balance at 31st March, 1937.
	Rs. As. P.	Rs. As. P.	Rs. As. P.	Rs. As. P.	Rs. As. P.
Land	11,289 6 6	.....	.....	.....	11,289 6 6
Buildings	1,53,270 6 8	554 3 4	.....	11,691 5 4	1,42,133 4 8
Machinery	2,78,647 12 4	3,698 4 5	750 0 0	42,305 7 10	2,39,290 8 11
Mains	2,12,855 4 11	19,350 4 4	.....	13,384 10 6	2,18,820 14 9
Public Lamps	8,484 2 8	1,020 0 2	.....	540 9 7	9,963 9 3
Meters, Indicators and Measuring Instruments	29,309 3 4	4,482 9 3	.....	4,823 12 4	28,968 0 3
Furniture and Fittings	3,317 13 5	21 4 0	.....	819 4 10	2,519 12 7
Total as per Balance Sheet at 31st March, 1937	6,97,174 1 10	30,026 9 6	750 0 0	73,565 2 5	6,52,885 8 11

Form of Accounts prescribed under the I

[See Section 11 of the Act

Ma

The Mangalor Electric

For the year ended

No. I.—Statement of Share Capital appropriated for the purposes of the u

Description of Capital.	Authorised by	No. of shares ~~issued~~ Subscribed	Nominal amount of share	Calle
1.00.000 Shares of Rs 10/- each.	Memorandum of Association	56000	Rs 10/-	

No. II.—Statement of Loan Capital appropriated for the purposes of the u

Description of Loan.	Amounts Borrowed.		
	At per cent.	At per cent.	At per cent.
First Mortgage Debentures	5%		

In terms of our letter of even date.

Chartered Accountants.
Registered Accountants.

Calcutta,
26th October 1937

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ndian Electricity Act, 1910, for Companies.

AND RULE 32 (3) OF THE RULES.]

galore ELECTRIC LICENCE.

Supply

Company, Limited.

31st ~~December~~ March 193

dertaking authorised by the above mentioned licence at the end of the year.

up per share.	Total paid-up.	Issued not paid-up.	Remaining unissued.	Total amount authorised.
Rs 10/-	560000/-		440000/-	Rs 1000000/-

dertaking authorised by the above mentioned licence at the end of the year.

Total.	Remaining borrowing powers.	Total amount of borrowing powers.
Rs 275000/-		

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.

Director.
Managing Agents.

For the year endi

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure 31st ~~Dec.~~ March 193
1. To preliminary expenses (to be specified)			
2. To lands including law charges incidental to acquisition	11289-6-6		11289-6-
3. To buildings	153270-6-8	554-3-4	153824-10-
4. To plant	239337-4-6	552-8-2	239139-12-
5. To mains	212855-4-11	19350-4-4	232205-9-
6. To service connections (Balance as published Accts. ₹ 32984-5-1 Less Transferred to Net Aft. Rev. Rs. 19641-7-1)	13342-14-4	2488-5-5	15831-3-
7. To transformers, etc.	39310-7-10	3145-12-3	42456-4-
8. To meters, ~~and fees for certifying under the Act~~ Electrical Instruments ...	29309-3-4	4482-9-3	33791-12-
9. ~~To general stores~~			
10. To special items (to be specified)			
11. Loose & Fixed Tools	12559-8-5	222 10	12781-9-
12. Furniture & Fittings.	3317-13-5	21-4	3339-1-
13. Motor Car & Cycles.	5602-7-4	50	5652-7-
14. Public Lamps.	8484-2-8	1920-4-2	10404-2-
Total expenditure ...	728678-15-3	32036-15-9	760715-15
To balance of Capital Account			74359-1-
			835075-1-

In terms of our letter of even dat

Calcutta,
26th October 1937

Chartered Accountant
Registered Accountants.

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TAL ACCOUNT.

for the year ended 31st ~~December~~ March, 1937.

Cr.

	Receipts up to end of previous year.	Received during the year.	Total receipts to 31st March 1937
By ordinary shares of Rs 10/- each, fully paid in Cash ...	Rs 560000/-		Rs 560000/-
Ditto			
~~By preference shares of~~			
~~By debenture Stock~~			
By 1st mortgages ~~and bonds~~ Debentures.	Rs 275000/-		Rs 275000/-
~~By amounts received in anticipation of calls~~			
By other receipts (to be specified)			
To Forfeited Shares.	75/-		75/-
* ... As in published accounts	Rs 40029-13-		
Less. Adjustments to Comply with G.O. 2732 of 13.12.34.			
Transferred in last year's statement	Rs 19641-7-1.		
Transferred this year	Rs 4557-2-6	Rs 24198-9-7	
	Rs 15831-3-5.		

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.

Director.
Managing Agents.

26/10/37.

For the year ending

	A.—Generation.		
1.	To fuel	20316-5-7	
2.	To oil, waste, water and engine-room stores	5980-9-11	
3.	To proportion of salaries of engineers, superintendents and officers	9642-12-	
4.	To wages, ~~and gratuities~~	3249-15-4	
5.	To repairs an aintenance as follows:		
	Buildings	225-3-11	
	Plant	3561-13-9	
	To special items (to be specified)		
	Proportion of Provident Fund Contributions	945-0-0	£43921-12-6
	B.—Distribution.		
1.	To proportion of salaries of engineers, superintendents and officers	1608-2-4	
2.	To wages ~~and gratuities~~	2705-0-4	
3.	To repairs, maintenance and renewals of mains	1756-3-10	
4.	To repairs, maintenance and renewals of transformers, etc. ...	481-2-2	
5.	To repairs, maintenance and renewals of meters, switches, cut-outs and other apparatus on consumer's premises ...	1207-9-5	
6.	Repairs & Maintenance of Station Lighting	118-2-8	
7.	do House Services	827-5-0	
8.	do Instruments & Tools	335-11-5	
9.	Resident Engineer's Commission	645-0-0	
10.	Proportion of Provident Fund Contributions	315-0-0	
11.	do Motor Car Maintenance	630-6-0	£10830-0-2
	C.—Public Lamps.		
1.	To attendance and repairs	1473-4-8	
2.	To renewals, etc.	1112-4-3	£2585-8-11
	D.—Rents, rates and taxes.		
1.	To rents payable		£2830-4-10
2.	To rates and taxes		
			£16167-10-5

(6830
2911
9642
1483

30

IUE ACCOUNT.

31st ~~December~~ March, 1937.

Cr.

1.	By Sale of energy for lighting purposes	£ 64607-7-5	
2.	By sale of energy for power purposes	£ 30883-10-8	
3.	~~By sale of energy under special contracts~~		
4.	By public lighting	£ 11742-7-10	£ 106633-9-11
5.	By rental of meters and other apparatus on consumer's premises	£ 6245-8-4	
6.	~~By rents receivable~~		
7.	~~By transfer fees~~		
8.	By service connections *As published accounts £ 5240-11-8 Less. Adjustments for the year £ 4557-2-6* ...	£ 683-9-2	
	£ 683-9-2		
9.	By miscellaneous receipts from consumers	£ 1951-10-11	
10.	By other items (to be specified)		
11.	*Sundry Sales & Contracts.*	£ 1423-6-4	£ 10301-2-5
			£ 116937-12-4

	Brought forward	~~Rs 60167-10-~~	Rs 60167-10-
	E.—Management expenses.		
1.	To Directors remuneration	1920 - - -	
2.	To management	9000 - - -	
3.	To general establishment charges	17580 - 15 - 1	
4.	To Auditors of Company	300 - -	
5.	~~To Auditor appointed under the provisions of the Act~~ ...		
	Proportion of Motor Car Maintenance.	210 - - -	Rs 29011-1-
	F.—Law charges.		
	To Law expenses		56-2-
	G.—Depreciation.		
1.	~~To depreciation in respect of leasehold works~~		
2.	To depreciation in respect of buildings	3937 - 11 - 11	
3.	To depreciation on plant	14375 - 12 - 5	
4.	To depreciation on mains	5321 - 5 - 11	
5.	To depreciation on transformers, etc	2948 - 4 - 7	
6.	To depreciation on meters	2198 - 3 - 1	
7.	To depreciation on ~~general stores~~ Spare Plant.	294 - 7 - 9	
8.	To depreciation in respect of any other items, to be specified		
9.	To Depreciation on House Services.	1649 - 3 - 5	
10.	do Public Lamps.	212 - 1 - 8	
11.	do Motor Car & Cycles.	1094 - - - 6	
12	do Loose & Fixed Tools.	1559 - 7 - -	
13	do Furniture & Fittings.	331 - 12 - 6	Rs 33922-6-
	H.— Special charges.		
	Leave & Pensionary Charges etc.		~~1250~~ - - -
	Passage & Furlough Allowance for Late Resident Engineer.		1250 - - -
	To special items (to be specified) ...		2868-2-
	Insurance -		
	Total expenditure		Rs 127275-6-
	~~Balance carried to net revenue~~ ...		

In terms of our letter of even date.

Calcutta,
26th October 1937.

Chartered Accountants.
Registered Accountants.

Brought Forward		£116937-12-4.
By Balance Carried to Nett Revenue Account		£ 10.337-10-5
Total		£127275-6-9.

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.

Directors
Managing Agents.

21/10/37

Dr

V —NET REVE

To Balance From Last Account	Rs 141131-12-10
1. To interest on debentures accrued due to date	" 13750-0-0
2. ~~To interest on mortgages and bonds accrued due to date~~	
3. To interest on temporary loans accrued due to date	" 4791-13-0
4. ~~To dividend on preference stock~~	
5. ~~To Income tax paid~~	
Sale of Energy Public Lighting Adjustment	" 3535-11-7
6. ~~To balance applicable to dividend on ordinary stock or sha~~	
Interest on Security Deposits	823-8-0
Debenture Trustees Fees	450-0-0
Balance Brought From Revenue Accounts	" 10337-10-5
	Rs 174820-7-10

1116 1-2-5

Dr.

VI.—RESERVE

Amount paid out (items to be specified)	
2. Amount of balance to next Account	Nil.

174820
14113
33689

Dr.

VII.—DEPRECIATIO

To balance	Rs 84660-10-11

Only the depreciation provided on the Assets included in Statement No III has been carried to the credit of this Account. The value of Spare Gear has been included in the General Balance Sheet after deduction of Rs 294-7-9 depreciation charged in Revenue accounts A.7.

In terms of our letter of even date.

Calcutta, 26th October 1937

Chartered Accountants.
Registered Accountants.

A.7

" 84660-10-11

E ACCOUNT.

~~By balance from last account~~		
ss ~~Dividend paid~~		
~~Amount carried to Reserve Fund~~ ...		
~~By balance brought from revenue account (No. IV)~~		
By interest on ~~money at deposit~~ Investments	15-0-0	
Balance Transferred to General Balance Sheet	174805-7-10	
		Rs 174820-7-10

ND ACCOUNT. Cr.

. By balance brought from last account		
. By amount brought from net revenue account		
. By interest on amount invested		
Description of investments to be specified)		

~~UND~~ ACCOUNT. Cr.

By Balance from last account		Rs 51032-11-11
~~By interest on investments~~		
By amount brought from revenue account (see No. IV—G.)		Rs 33627-15-0
~~Description of investments to be specified~~)		
		Rs 84660-10-11

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.

Director
~~Managing~~ Agents.

26/6/37.

Dr. **VIII.—GENERAL**

LIABILITIES.

1.	To capital account: amount received as per Account No. III	Rs. 835075-0-0
2.	To sundry creditors due on construction of plant and machinery fuel, stores, etc.	5215-7-1
3.	To sundry creditors ~~on open accounts for expenses~~	22241-0-8
4.	~~To net revenue account:—balance at credit thereof~~	
5.	~~To reserve fund account:—balance at credit thereof~~	
6.	To depreciation ~~fund~~ account	84[illegible]
7.	To special items (to be specified)	
8.	Security Deposits	19473-3-1
9.	Interest on Security Deposits	823-8-0
10.	Imperial Bank of India, Calcutta	19075-4-10
11.	Loan at Call	68000-0-0
		954564-2-7

terms of our letter of even date.

Calcutta,
26th October 1937.

Chartered Accountants.
Registered Accountants.

47

ASSETS.

1.	By capital account: amount expended for works as per Account No. III ...	Rs 760715-15-0
2.	By stores on hand	18941-7-11
	" Spare Gear.	11484-15-4
3.	By sundry debtors	11880-14-9
4.	By preliminary expenses awaiting adjustment Expenditure during Construction including Brokerage & Commission ...	55585-12-0
5.	By securities as held (cost price)	500-
6.	By ~~special items (to be specified)~~	
7.	By cash at bankers	4221-12-7
8.	By cash on hand	2878-14-9
9.	Development Expenses.	6304-5-9
10.	Expenses paid in Advance.	596-8-2
11.	Expenditure on Debenture Issue.	16648-0-8
-	Net Revenue Account Balance at debit thereof	174805-7-10
		Rs 1054564-2-9

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO., LTD.
OCTAVIUS STEEL & CO., LTD.

Director
Managing Agents.

26/10/37.

TOTAL ...

COMPANIES' ACCOUNTS.

No. IX.—STATEMENT OF ENERGY GENERATED, SOLD, ETC.

THE MANGALORE ELECTRIC SUPPLY CO. LTD.
For the year ended 31st March 1937.

Total energy generated in Kilowatt-hours.	Kilowatt-hours sold.					Kilowatt-hours used on works.	Kilowatt-hours not accounted for.	Total Kilowatt-hours accounted for	Kilowatts connected for public lamps.	Total consumers connected.	Total Kilowatts connected.	Plant installed Kilowatts.	Maximum supply demanded in Kilowatts.
	Public Lamps.	By special contract.	Consumers by meter for lighting purposes.	Consumers by meter for power purposes.	Total.								
2	3	4	5	6	7	8	9	10	11	12	13	14	
7976902	528334	323309	1696672	3307667	5916572	509976	1650448	6425548	28.0440	998	1400.4414	750	296

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO. LD
OCTAVIUS STEEL & CO. LTD.

Director.
Managing Agents.

11/8/37

35

P.W.D.(Elec).

(C.N.O. 2026.E/38) From the Electrical Inspector to Govt. No. 15491/37-G.

" " P.W.D. dated 8.6.38

Re: Mangalore Electric Licenses:

Accounts for 1936-37.

The remarks in the E.I.'s

the accounts (M.M.I. 3 Cr.) are those

usually made by him in respect of all

licenses and he is sure the instructions

the licenses are over willing to find any

difficulty in carrying them out, except

perhaps in regard to writing off of the

K. ord. 3 Cr. development and detention time expenses

shown under the General Balance sheet.

The same instructions were given

previously that the licensees should

P. 1 of 20.6.23 E.S. to carry on their undertaking

23/2/37 and profits and such profits became

available for the purpose. It will

be seen from the Revenue Statement that

the undertaking is still working at a

loss, the deficit for 1936-37 being

P. 5 of (F) Rs. 10,337/- excluding interest payable on

consumers' deposits, thereon. If these

are included the deficit comes to Rs. 32,000/-

It is doubtful therefore whether the

profits will be sufficient and whether the licensees

will be in a position to commence working

wide net Rev. Acct.

P. 6 of (F)

to Directors' report

in the pamphlet

kept in the file

off of preliminary expenses, debenture & development Expenses from the next year accounts - 1937-38. However, as it is necessary that these expenses should be written off in due course, and as the licensees have accepted the principle when they submitted the accounts for 1935-36, on which the E.J.S. made no comments at that time, the instructions may be communicated to them, so that they may bear the principle in mind. The E.J.S's remarks may therefore be communicated to the licensees.

A draft order is accordingly submitted

May issue

R. 8-36

8-8-36

19/18/38

37

DRAFT FOR APPROVAL.

	Date.	Initials.
When received for fair copying ..		
When copied ..		
When examined...		
When signed ...		
When despatched.		

READ AGAIN _____ dated _____

Mr C.F. " " From The Manchester Supply Co, Ltd No. MAN/A/C. & 28.10.37

READ *ALSO*:—

No. 20267/38 From the Electric Supply Corp, No. 15491, dated 8/6/1938

Mr 1-3 C.F. " " "

" " "

Order / Resolution Ms. / Rout. No. 1790, dated _____

allocation of the
of the Engineer's Salary among
Generation, Distribution and
Management, the item
should be shown
separately under management
also; instead of being
merged with general
establishment charges as
reported in the licensees
letter dated 26.4.38.

(b) Cinema lighting.

The income derived from
cinema lighting and fans,
advertising, and road lighting
and temporary supply should
all be shown under the
item "To consumers by meter
for lighting purposes", as
such energy as is sold on
terms other than those contained
should alone be
in the tariff booklet & under
~~should alone be shown~~
"Special Contract" in
Statement no IX.

4. General Balance Sheet

The two items "Development
Charges - Rs 6304-5-9 and expenditure
on deferred items - Rs 6648-0-8"
should be written off within a

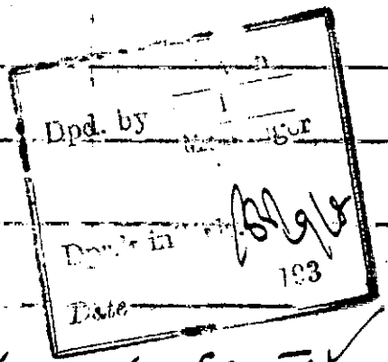
period of three to five years.

Para 6 cl 3 of

5. ~~Gross~~ Units generated and sold &c The percentage of unaccounted for works out to 19.5 which is high for an undertaking of this size. The means should arrange for a ~~Study~~ through cross reading and the other effective steps to reduce the present Wastage to 15%.

Para 7 cl 3 of

6. General. The Govt. also consider that the General Establishment and Management expenses are 42% of the total revenue receipts. The means are requested to reduce this high charges considerably.



To
The Mangalore Electric Supply Company, Ltd.
Coimbatore.

To
Messrs Lovelock & Lewes
Chartered accountants,
4. Lyons Range
Calcutta.

The Elec. Inspector
(2 copies)

TELEGRAPHIC ADDRESS :-VELOX. CALCUTTA.
TELEPHONE NO. CAL. 750.

LOVELOCK & LEWES
CHARTERED ACCOUNTANT

REGISTERED ACCOUNTANTS
UNDER
THE INDIAN COMPANIES ACTS.

COPIED.
LYONS RANGE.

CALCUTTA.

23rd August, 1938.

ASST SECRETARY
E
26 AUG 1938
2978
PUBLIC WORKS DEPARTMENT

The Secretary to the
Government of Madras,
Public Works Department,
MADRAS.

Dear Sir:

MANGALORE ELECTRIC
SUPPLY COMPANY LTD.

We have to acknowledge your G.O. No. Ms.1790 dated 18th August, 1938. the contents of which have been noted.

Yours faithfully,

Lovelock Lewes

PWD (Elec)

(CR 3149 E/38) From the Mangalore Electric Supply Co. Ltd No MAN/Acc/CR/5 dt 5-9-38

15726

ELECTRICITY DEPARTMENT
Office of the Chief Engr.
Rec'd. 28 SEP 1938

Mangalore Electric Licensee
Accounts for 1936-37
Rolls to Govt's review

May be sent for ~~returned again~~ perusal & by E.E. and remarks on para 6

Elec
26/9 28/9

24/9/38

Th. dtd 30-21 1790 E/38 dt 18-8-38

Office of the C.E.(Elecy.).

Perused and returned.

2. Regarding para 6 of the licensees letter the total of management expenses, salaries, wages, provident funds, furlough and commission to Resident Engineer etc. comes to Rs.49,062/- while the total revenue from electric supply is Rs.1,16,938 and this works out to 42% of the total revenue.

H.N. 2/12.

F
3-DEC 1938
4360
PUBLIC WORKS DEPARTMENT

C.E.E. u.o.
No.15726/38-G-2
1.12.38.

The Secy. to Govt. u.o
P.W.D.

PWD (Elec)

The papers may be received and filed with P.O No 1790 E/38 dt 18-8-38.

Elec
5/12/38

THE MANGALORE ELECTRIC SUPPLY CO., LTD.

MANAGING AGENTS
OCTAVIUS STEEL & CO., LTD.

TELEGRAPHIC ADDRESS
"LAPIZANDO, CALCUTTA."
TELEPHONE No. 146.

POST BOX NO. 55.

E
8 SEP 1938
3147
PUBLIC WORKS DEPARTMENT

Ref. No. MAN A/C 7175 Calcutta, 5th. Septr, 1938.

The Secretary to the Government of Madras
Public Works & Labour Department,
MADRAS.

1790 (K)

Sir,

We have the honour to refer to G.O. No. Ms 1700 dated 18th.ultimo.

2. Capital Account. Noted and the procedure authorised in G.O. No. 2732W dated 13th.December 1934 will be followed when compiling the Statutory Accounts in future.

3. Revenue Account (a) The portion of the Engineer's salary debited to Management will be shown separately instead of being merged with General Establishment Charges.

(b) Cinema Lighting - Noted. Arrangements will be made to carry out Government's instructions in future.

4. General Balance Sheet. We shall take as early an opportunity as possible to write off "Development Charges" and "Expenditure on Debenture Issue" but we would point out that it is not possible to do so until there are profits against which they can be written off.

5. Units Generated and sold etc. It is pointed out that the percentage of 19.5 includes "losses" as well as units actually "unaccounted for". Three sub-stations exist for supplying energy to Tile Factories and we are aware of the fact that the Load Factor in these instances is very poor. This accounts for the high percentage and we are considering ways and means of improving the position. Meter testing is carried out to a definitely laid down programme.

6. General. It is not known to us how you arrive at your contention that General Establishment and Management Expenses work up to 42% of the total revenue receipts unless you include the engineer's and others' salaries and wages charged to Generation and Distribution in your calculations; nevertheless we assure you that the question of economy in running the undertaking has the constant attention of the Board of Directors.

We have the honour to be
Sir,
Your most obedient servants
OCTAVIUS STEEL & CO. LTD

DIRECTOR
MANAGING AGENTS.

LMM